

Mr. Speaker, I yield 2 minutes to the gentleman from Illinois (Mr. DAVIS).

Mr. DAVIS of Illinois. Mr. Speaker, I too want to commend and congratulate the gentleman from New York (Mr. SWEENEY) for introducing such a meaningful piece of legislation.

All of us know that small businesses are, indeed, a backbone of the economy in this country. And we also know that as we become more civilized, there is need to protect the workplace and make it as worker friendly as we possibly can, to make it as safe for those who work as we can.

That means standards. In many instance those small businesses have difficulty complying because of not having the person-power to figure out how to comply meaningfully with the regulation. Or they may not have the money, the resources, the cash flow.

This bill provides an opportunity to assist small businesses to be in compliance, to know how to comply, and to do it well. It is a good piece of legislation. Again, I commend the gentleman from New York and urge all Members to support it.

Mr. SWEENEY. Mr. Speaker, I reserve the balance of my time.

Ms. VELAZQUEZ. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, today, we have taken a big step toward helping businesses deal with the issue of regulatory burden. Unfortunately for many small companies today, the added weight of government regulations can cost many business owners serious long-term financial hardship.

This bill will take a big step toward making regulatory compliance a manageable task for small businesses. However, while this bill achieves a number of objectives, there is more we need to do to provide a better understanding of the entire Federal regulatory system.

Again, I commend the gentleman from New York (Mr. SWEENEY) for his hard work on this bill, and I look forward to working with him and other members of the committee as we move this entire process forward.

Mr. Speaker, I yield back the balance of my time.

Mr. SWEENEY. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, in closing I want to thank the gentlewoman from New York (Ms. VELAZQUEZ), my colleague and friend, the ranking member of the committee, for her support throughout this process, as well as the gentleman from Illinois (Mr. DAVIS). I would just point out that all three of us, as do many of the members of the committee, represent districts that substantially rely on the small business community to create jobs in their areas. Especially those areas in a district like mine that happens to be economically depressed or finding itself at times in real competition as the world changes in terms of the economy.

I also want to thank the gentleman from Missouri (Chairman TALENT) for

scheduling a field hearing on this issue and bringing the bill to markup. I want to also thank the Committee on Small Business staff for all of their hard work on this legislation.

I think the Small Business Regulatory Assistance Act of 2000 is an important effort to help small businesses and small business owners comply with Federal regulations. I urge my colleagues to support it. I think this is a job-growing proposition.

Mr. Speaker, I yield back the balance of my time.

The SPEAKER pro tempore. The question is on the motion offered by the gentleman from New York (Mr. SWEENEY) that the House suspend the rules and pass the bill, H.R. 4946, as amended.

The question was taken; and (two-thirds having voted in favor thereof) the rules were suspended and the bill, as amended, was passed.

A motion to reconsider was laid on the table.

GENERAL LEAVE

Mr. SWEENEY. Mr. Speaker, I ask unanimous consent that all Members may have 5 legislative days within which to revise and extend their remarks and to include extraneous material on H.R. 4946.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from New York?

There was no objection.

EXPORT WORKING CAPITAL LOAN IMPROVEMENT ACT OF 2000

Mr. MANZULLO. Mr. Speaker, I move to suspend the rules and pass the bill (H.R. 4944) to amend the Small Business Act to permit the sale of guaranteed loans made for export purposes before the loans have been fully disbursed to borrowers.

The Clerk read as follows:

H.R. 4944

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the "Export Working Capital Loan Improvement Act of 2000".

SEC. 2. SALE OF GUARANTEED LOANS MADE FOR EXPORT PURPOSES.

Section 5(f)(1)(C) of the Small Business Act (15 U.S.C. 634(f)(1)(C)) is amended to read as follows:

"(C) each loan, except each loan made under section 7(a)(14), shall have been disbursed to the borrower prior to any sale."

The SPEAKER pro tempore. Pursuant to the rule, the gentleman from Illinois (Mr. MANZULLO) and the gentlewoman from New York (Ms. VELAZQUEZ) each will control 20 minutes.

The Chair recognizes the gentleman from Illinois (Mr. MANZULLO).

Mr. MANZULLO. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, H.R. 4944 makes a technical correction to the Export Working

Capital Guarantee Program of the Small Business Administration. The export working capital program provides a 90 percent guarantee for revolving capital needs covering up to \$750,000 for small business exporters.

However, this is a very underused program. Only 429 international trade loans were facilitated by this program in 1999. The problem is that the SBA would like to be able to sell these loans on the secondary market. However, secondary market sales of guaranteed loans are conducted infrequently. Current law requires that all 7(a) loans, including export working capital loans, must be fully disbursed to the borrower prior to becoming included in the secondary market sale.

Export working capital loans are often approved, disbursed, and repaid so quickly that they miss the window of opportunity for inclusion in a secondary market sale.

The purpose of the Export Working Capital Loan Improvement Act of 2000 is to exempt export working capital loans from the disbursement requirement under the SBA's 7(a) loan program. This change will allow export working capital loans to be sold to the secondary market. Passage of H.R. 4944 hopefully will free up more trade financing for small business exporters.

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The lack or the complexity of trade finance is a major barrier to small businesses.

Last month, I participated in a forum in Rockford, Illinois, in the district I represent, a forum which was sponsored by the Office of International Trade at the SBA to encourage more local banks to become interested in trade finance. This is a difficult process, because even in this era of globalization, many bankers are still not quite sure how they can be repaid for international loans.

H.R. 4944 will remove the uncertainty for small or international trade loans administered by the SBA. The bill will make trade finance a more attractive option for banks. Increasing the availability of export finance thus will encourage more small businesses to enter into the trade arena.

Mr. Speaker, if my colleagues have seen the recent headlines about U.S. trade deficits hitting another record, we must be concerned, as I am, about our national export strategy. For the month of July, U.S. exports dropped 1.5 percent.

While this bill is surely not a cure-all to this program, it is one small step we can take to encourage more lenders to offer trade finance to small business exporters.

Mr. Speaker, I urge my colleagues to support me and join me in voting for the Export Working Capital Loan Improvement Act of 2000.

Mr. Speaker, I reserve the balance of my time.

Ms. VELAZQUEZ. Mr. Speaker, I yield myself such time as I may consume.